ODRE OCTES

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October 15, 2003

BY HAND DELIVERY

Ms. Blanca Bayo, Director Division of Records and Reporting Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850

Re: Sebring Gas System, Inc.; Docket No. 030003-GU

Dear Ms. Bayo:

Enclosed for filing on behalf of Sebring Gas System, Inc. in this docket are a original and 10 copies of Sebring Gas System, Inc.'s Prehearing Statement. Also enclosed is a 3 ½" diskette with the document on it.

Please acknowledge receipt of these documents by stamping the enclosed extra copy of this letter.

Thank you for your assistance.

Sincerely,

Norman H. Horton, Jr.

NHH/amb Enclosures

cc: Mr. Jerry Melendy

Parties of Record

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Purchased Gas Adjustment (PGA))) _)	Docket No. 030003-GU Filed: October 15, 2003

PREHEARING STATEMENT OF **SEBRING GAS SYSTEM, INC.**

Sebring Gas System, Inc., through undersigned counsel, respectfully submits this corrected prehearing statement.

A. APPEARANCES

Norman H. Horton, Jr. Messer, Caparello & Self, P.A. Post Office Box 1876 Tallahassee, FL 32302-1876

On behalf of Sebring Gas System, Inc.

B. WITNESSES

Witness	Subject Matter	<u>Issues</u>		
Jerry H. Melendy, Jr.	Purchased Gas Cost Recover Projections, True-ups, and Estimate of Therm Sales	ery 1-5		
C. EXHIBITS				
Number	Witness	Description		
JHM-01 (composite)	Melendy	Schedule A-7		
JHM-02 (composite)	Melendy	Schedules E-1, E-1/R, E-2, E-3, E-4, E-5		

D. STATEMENT OF BASIC POSITION

The Commission should approve Sebring Gas' final PGA true-up amount for the period Jan-Dec 2002 of \$30,408 overrecovery, its estimated PGA true-up amount of \$71,509 underrecovery for the period Jan - Dec 2003, and its levelized PGA (cap) factor of 88.326 cents per therm for gas billed to customers during the period Jan - Dec 2004.

E. STATEMENT OF ISSUES AND POSITIONS

ISSUE 1: What are the appropriate final purchased gas adjustment true-up

amount for the period January 2002 through December 2002?

Sebring's Position: \$30,408 overrecovery

ISSUE 2: What are the estimated purchased gas adjustment true-up

amount for the period January 2003 through December 2003?

Sebring's Position: \$71,509 underrecovery

ISSUE 3: What are the total purchased gas adjustment true-up amount to

be collected during the period January 2004 through December

2004?

Sebring's Position: \$41,101 underrecovery

ISSUE 4: What are the appropriate levelized purchased gas cost recovery

(cap) factors for the period January 2004 through December

2004?

Sebring's Position: 88.326 cents per therm

ISSUE 5: What should be the effective date of the new purchased gas

adjustment charge for billing purposes?

Sebring's Position: The factor should be effective for all meter readings on or after

January 2004, beginning with the first or applicable billing cycle for

the period January 2004 through December 2004.

E. QUESTIONS OF LAW

None.	
	F. POLICY QUESTIONS
None.	
	G. STIPULATED ISSUES
None.	• -

H. MOTIONS

None.

I. OTHER MATTERS

None.

Respectfully submitted this 15th day of October, 2003.

MESSER, CAPARELLO & SELF, P.A. Post Office Box 1876 Tallahassee, FL 32302-1876 (904) 222-0720

Attorneys for Sebring Gas System, Inc.

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that true and correct copies of the foregoing have been served by hand delivery (*) and/or U. S. Mail this 15th day of October, 2003 upon the following:

Katherine Fleming, Esq.*
Division of Legal Services
Florida Public Service Commission
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Tallahassee, FL 32399-0850

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Ms. Angela Llewellyn Peoples Gas System P.O. Box 2562 Tampa, FL 33601-2562

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